CITY HOSPITALS SUNDERLAND NHS FOUNDATION TRUST

DIRECTORATE OF FINANCE

BOARD OF DIRECTORS

JANUARY 2006

CHARITABLE FUNDS: ANNUAL REPORT AND ACCOUNTS

Please find attached the Charitable Funds Annual Report and Annual Accounts covering the period 01 April 2004 to 31 March 2005.

The Board is asked to receive these documents.

Karen Brown
Director of Finance

CITY HOSPITALS SUNDERLAND NHS FOUNDATION TRUST CHARITABLE FUNDS

ANNUAL REPORT

FOR THE PERIOD 1ST APRIL 2004 – 31st MARCH 2005

REGISTERED CHARITY NUMBER - 1052366

CITY HOSPITALS SUNDERLAND NHS FOUNDATION TRUST CHARITABLE FUNDS

ANNUAL REPORT 2004/2005

Organisation Details

Registered Address
City Hospitals Sunderland NHS Foundation Trust
Sunderland Royal Hospital
Kayll Road
Sunderland
SR4 7TP

The charity is registered with the Charity Commission as number 1052366.

The charity is an unincorporated association governed by a Trust Deed dated 7 December 1995.

The charity has a single corporate Trustee, City Hospitals Sunderland NHS FoundationTrust. The Executive Board of Directors of City Hospitals takes responsibility for the role of Trustee. The directors holding office during the year were :

Chairman	D.P. Graham
Chief Executive	K.W.Bremner
Executive Directors	K.W.Bremner (replaced by K.J.Brown August 2004) C.S. Ringrow E.D. Allen (replaced by L Boobis November 2004) L. Boobis (commenced November 2004) KJ Brown (commenced August 2004)
Non-Executive Directors	David Clifford Ailsa Martin Bryan Charlton Grahame Morris (leaver December 2004 replaced by R Neville) Margaret Forbes Roy Neville (commenced February 2005)

Bankers	Stockbroker	Auditor
HSBC plc	Gerrard Limited	Audit Commission
14 Fawcett Street	Victoria House	Nickalls House
Sunderland	Pearson Court	Metro Centre
SR1 1SJ	Pearson Way	Gateshead
	Teesdale Park	NE11 9NH
	Stockton-on-Tees	
	TS17 6PT	

CITY HOSPITALS SUNDERLAND NHS FOUNDATION TRUST CHARITABLE FUNDS

ANNUAL REPORT 2004/2005

Purpose

Funds held on trust are utilised in running City Hospitals to supplement funding voted to the National Health Service by Government. Sources of funds are principally individual donations and legacies; fund-raising also contributes toward income.

The Trust Deed permits funds to be used for any charitable purpose relating to the National Health Service. Donors may expressly restrict the purposes for a specific gift, providing they fall within the overall purpose of the charity. In practice, funds are expended mainly on amenities for patients and staff, research and medical equipment.

The Trustee may invest widely in stocks, shares, securities and other investments at its own discretion but must act prudently, avoid speculative or hazardous investments and obtain professional advice regarding proposed investments.

Policies & Organisation

No active canvassing of donations is carried out. Individuals or groups may volunteer to raise funds on behalf of the charity. The only corporately organised fund-raising is a monthly lottery draw, which is held in conjunction with Sunderland Teaching Primary Care Trust and South of Tyne & Wearside Mental Health NHS Trust, which both also have charitable funds. It is licenced by the City of Sunderland Council under the "Lotteries and Amusements Act 1976".

Donations are allocated to a designated fund on receipt, by reference to the source of the donation and to the donor's instructions, if expressed. Each fund is managed by a designated Fund Manager, who approves individual items for payment.

The Charitable Funds Administrator/Supplies Dept verify that all items requested from the funds are adequately authorised and in accordance with the objects of the charity.

Funds tend not to be applied to large individual projects but are used in the purchase of relatively minor items for which NHS funding would otherwise not be available. However, as part of the development of Cardiac Services, the Trust was successful in obtaining £667k from the New Opportunities Fund (National Lottery) to fund the purchase of an angiography scanner for the newly built Cardiac Catheter Lab facility. A further £35k is due on the equipment, which will be funded by a further bid to the New Opportunities Fund

Investment of funds surplus to immediate requirements is carried out following the advice of the charity's stockbroker. Portfolio valuations are received monthly and investment performance is reviewed by a sub-committee of the Board quarterly.

Fund Managers receive a report of their funds' balances and transactions quarterly; details of transactions which are exceptional in value or nature are reported to the Board.

Reserves Policy

In the Trustees' opinion, it is not necessary to carry substantial reserves. Each fund is designated for a particular purpose and expenditure is controlled so as to remain within the available fund balance. General Purpose funds which are not designated for a particular purpose amounted to £258k (£314k at 31 March 2004). This is equivalent to 11.80% of total fund balances (2003/2004 13.28%). The decrease in the General Reserves is due mainly to additional expenditure on the Education and Training Centre, staff training, Christmas expenses for patient benefit, Long Service and Retirement costs.

Balances may be accumulated in an individual fund prior to the commencement of a research project or the purchase of an expensive piece of medical equipment, this is to ensure that there are sufficient resources before commitment so that other earmarked funds are not placed at risk.

The Director of Finance, as the nominated Trustee, receives a quarterly statement of all the Charity's fund balances for review.

Review of 2004/05

The Charitable Funds have again provided a valuable resource to enable City Hospitals to provide additional facilities for staff and patients which otherwise would not have been possible.

As at 31 March 2005 the value of the funds was £2,264k which is a net £62k less than the value held the previous year. This decrease is due to a reduction of net incoming resources (- £190k), offset by a rise in the market value of the Charity's share holdings (+ £128k).

Income

Donations from individuals, voluntary organisations and companies continue to be the main sources of income. Donations totalled £1,183k (2003/2004 : £1,073k of which £438k related to Capital funding for the Niall Quinn Childrens OPD). In 2004/2005 £667k of the donations was from the New Opportunities Fund for the purchase of an angiography scanner, and £200k came from the Wolfson Foundation towards equipment for the newly built Education and Training Centre.

Charitable Funds continues to be the beneficiary of a number of legacies. The total value of legacies was £30k (2003/2004: £323k of which £209k was from one source).
Income from running training courses has decreased slightly from previous years and amounted to £107k (2003/2004: £115k). The decrease relates to sponsorship received in the Post Graduate Centre.

In 2004/2005 expenditure exceeded income by £190k. In 2003/2004 there was a net gain of income over expenditure of £153k.

Expenditure

The total resources expended were £1,625k an increase of £137k on last year.

Expenditure has spanned the usual range of patient amenities (including Christmas presents and decorations), and staff amenities (including retirement and long service awards and the attendance at training courses and conferences).

A physiotherapy service for staff with back problems (originally set up in 2000/01) has continued to be supported by funds generated from the staff lottery.

The purchase of the angiography scanner for Cardiac Services was the single largest item of expenditure at £667k.

In addition to the angiography scanner major items of equipment purchased were:
a scanner (96k) for the Neonatal Unit, 2 slit lamps, tonometers and accessories (£27k) for the Eye Infirmary ; an anaesthetic machine (£13k) for the Maternity Unit and a training mannequin simulator(£23k), audio visual installation (£40k), mock ward beds (£12k), and computer equipment (£76k) for the Education and Training Centre. The Education Centre purchases over the past 2 years have totalled £200k, which has been funded by a grant from the Wolfson Foundation.
A number of Research Assistant posts were funded in the Departments of Cardiology, Rheumatology, Geriatric Medicine, and Neonatology and in the Urology Treatment Centre. Some of the research projects are in collaboration with the University of Sunderland ,University of Northumbria at Newcastle and the University of Newcastle upon Tyne. The results from projects are widely published.

For the training and development of staff a number of courses continued to be held at the Sunderland Royal Hospital throughout the year. The largest are still the Advanced Trauma Life Support, Advanced Life Support, Paediatric Life Support, Neonatal Life Support and Immediate Life Support courses.

Investments

The investments held by Charitable Funds for unrestricted purposes continue to be well diversified.

The market value of the share holdings is closely monitored by the Broker and the Trustees and a cautious improvement in the FTSE 100 index has reclaimed almost half the value lost in the previous year's revaluation. The restricted funds continue to be invested in a COIF Deposit Account. Cash was also held on short-term deposit in order to fund expenditure commitments as required. The total returns from investments were £97k (2003/04 : £109k).The reduction relates to interest on one specific legacy, where Treasury gilts have been redeemed. There were no money market investments in 2004/2005. The COIF Charities Deposit account attracted an average return of 4.41% in 2004/2005 (3.69% : 2003/2004).

Risks

The Trustees recognise that the Charity's share holdings may fall in value as well as rise, however, speculative investment for gains are avoided and a balanced portfolio is maintained as referred to in the Investments section of this report.

Financial Procedures are in place which ensure that the Charity is not exposed to any major risks.

The fundholders enter 2005/06 with healthy balances to support their plans to enhance NHS treatment for patients.

for Board of Trustees

signed……

dated…….

Statement of trustees' responsibilities

The trustees are responsible for:

- keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the funds held on trust and to enable them to ensure that the accounts comply with requirements in the Charities Act 1993;
- establishing and monitoring a system of internal control; and
- establishing arrangements for the prevention and detection of fraud and corruption.

The trustees are required under the Charities Act 1993 to prepare accounts for each financial year. In accordance with the Charities Act 1993. these accounts are required to give a true and fair view of the financial position of the funds held on trust. In preparing those accounts, the trustees are required to:

- apply accounting policies on a consistent basis.
- make judgements and estimates which are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the accounts.

The Trustees confirm that they have met the responsibilities set out above and complied with the requirements for preparing the accounts. The financial statements set out on pages 1 to 16 attached have been compiled from and are in accordance with the financial records maintained by the trustees.

By Order of the Trustees
Signed:

Trustee ..... Date..... 2006

Trustee ..... Date..... 2006

Independent Auditor's Report to the trustee of City Hospitals Sunderland NHS Foundation Trust Funds Held on Trust

I have audited the financial statement of the City Hospitals Sunderland NHS Foundation Trust Funds Held on Trust for the year ended 31 March 2005 which comprise the Statement of Financial Activities, the Balance Sheet and the related notes. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

Respective responsibilities of trustees and auditor

The trustee's responsibilities for preparing the Trustee's Annual Report and the financial statements in accordance with applicable law and United Kingdom Accounting Standards are set out in the Statement of Trustee's Responsibilities.

I have been appointed as auditor under section 43A of the Charities Act 1993 and report in accordance with regulations made under section 44 of that Act.

My responsibility is to audit the financial statements in accordance with relevant legal and regulatory requirements and United Kingdom Auditing Standards.

I report to you my opinion as to whether the financial statements give a true and fair view and are properly prepared in accordance with the Charities Act 1993. I also report to you if, in my opinion, the Trustee's Annual Report is not consistent with the financial statements, if the charity has not kept proper accounting records, or if I have not received all the information and explanations I require for my audit

I read other information contained in the Trustee's Annual Report, and consider whether it is consistent with the audited financial statements. I consider the implications for my report if I become aware of any apparent misstatements or material inconsistencies with the financial statements. My responsibilities do not extend to any other information.

This report is made solely to the trustee of the City Hospitals Sunderland NHS Foundation Trust Funds Held on Trust in accordance with section 43A of the Charities Act 1993. My audit work has been undertaken so that I might state to the trustee those matters I am required to state to it in an auditor's report and for no other purpose. To the fullest extent permitted by law, I do not accept or assume responsibility to anyone other than the trustee of City Hospitals Sunderland NHS Foundation Trust Funds Held on Trust for my audit work, for this report, or for the opinions I have formed.

Basis of Opinion

I conducted my audit in accordance with the Charities Act 1993 and relevant auditing standards issued by the Auditing Practices Board. An audit includes examination, on a test basis, of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the trustee in the preparation of the financial statements, and of whether the accounting policies are appropriate to the charity's circumstances, consistently applied and adequately disclosed

I planned and performed my audit so as to obtain all the information and explanations which I considered necessary in order to provide me with sufficient evidence to give reasonable assurance as to whether the financial statements are free from material misstatement, whether caused by fraud or other irregularity or error. In forming my opinion, I also evaluated the overall adequacy of the presentation of information in the financial statements

Opinion

In my opinion the financial statements give a true and fair view of the charity's state of affairs as at 31 March 2005 and of its incoming resources and application of resources in the year then ended and have been properly prepared in accordance with the Charities Act 1993.

Lynne Snowball
District Auditor
Auditor appointed by the Audit Commission
Nickalls House
Metro Centre
Gateshead
NE11 9NH

October 2005

NATIONAL HEALTH SERVICE

CITY HOSPITALS SUNDERLAND NHS FOUNDATION TRUST - FUNDS HELD ON TRUST
ANNUAL ACCOUNTS FOR THE PERIOD 1ST APRIL 2004 - 31ST MARCH 2005

FOREWORD

These accounts have been prepared by the Trustees under section VI of the Charities Act 1993, and in accordance with the Statement of Recommended Practice 2000.

STATUTORY BACKGROUND

City Hospitals Sunderland NHS Foundation Trust is the corporate trustee of the funds held on trust. The Foundation Trust was established on 1st July 2004. Prior to 1st July 2004, the corporate trustee of the accounts held on trust was City Hospitals Sunderland NHS Trust. The Executive Board of Directors oversee the Trustee function.

The City Hospitals Sunderland NHS Foundation Trust Charitable Funds held on trust are registered with the Charity Commission (registered number 1052366) and include funds in respect of services at the Sunderland Royal Hospital, Sunderland Eye Infirmary as well as some services located at the Childrens Centre, Monkwearmouth Hospital and Ryhope General Hospital.

MAIN PURPOSE OF THE FUNDS HELD ON TRUST

The main purpose of the charitable funds held on trust is to apply income for any charitable purpose relating to the National Health Service wholly or mainly for the services provided to Sunderland residents by City Hospitals Sunderland NHS Foundation Trust.

Statement of Financial Activities for the year ended 31 March 2005

	Note	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	**#REF! Total Funds £000**	#REF! Total Funds £000
Incoming resources						
Donations, Legacies and similar resources						
Donations		1,182	1	0	**1,183**	1,073
Legacies		30	0	0	**30**	323
Grants receivable:	2					
From other NHS bodies		0	0	0	**0**	0
Other grants receivable		0	0	0	**0**	0
Total Donations and Legacies		1,212	1	0	**1,213**	1,396
Operating Activities						
Activities for generating funds		18	0	0	**18**	21
Activities in furtherance of the charity's objectives		107	0	0	**107**	115
Total Operating Activities		125	0	0	**125**	136
Investment income	8.3	66	23	8	**97**	109
Total incoming resources		**1,403**	**24**	**8**	**1,435**	**1,641**
Resources expended						
Costs of generating funds	4.3	2	0	0	**2**	1
Charitable expenditure						
Grants payable	3.1					
To other NHS bodies		0	0	0	**0**	0
Other grants payable		1,473	10	0	**1,483**	1,362
Activities in furtherance of charity's objectives	4.1	107	0	0	**107**	101
Support costs		0	0	0	**0**	0
Management and administration	4.2	28	5	0	**33**	24
Total resources expended	5	**1,610**	**15**	**0**	**1,625**	**1,488**
Net incoming/(outgoing) resources before Transfers		(207)	9	8	**(190)**	153
Gross transfer between funds	11.6	0	8	(8)	**0**	-
Net incoming/(outgoing) resources		**(207)**	**17**	**0**	**(190)**	**153**
Gains/(losses) on revaluation of own fixed assets		0	0	0	**0**	0
Gains/(losses) on revaluation and disposal of investment assets		124	4	0	**128**	176
Net movement in funds	6	**(83)**	**21**	**0**	**(62)**	**329**
Fund balances brought forward at 31 March 2004		1,750	439	137	**2,326**	1,997
Fund balances carried forward at 31 March 2005		**1,667**	**460**	**137**	**2,264**	**2,326**

The notes at pages 3 to 16 form part of this account.

Balance Sheet as at 31 March 2005

	Notes	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	**Total at 31 March 2005 £000**	Total at 31 March 2004 £000
Fixed Assets						
Intangible assets		0	0	0	**0**	0
Tangible assets	7	0	0	0	**0**	0
Inalienable & historic assets		0	0	0	**0**	0
Investments	8	1,273	310	137	**1,720**	1,595
Total Fixed Assets		1,273	310	137	**1,720**	1,595
Current Assets						
Stocks		0	0	0	**0**	0
Debtors	9	193	0	0	**193**	347
Short term investments and deposits		0	0	0	**0**	0
Cash at bank and in hand		433	150	0	**583**	1,525
Total Current Assets		626	150	0	**776**	1,872
Creditors: Amounts falling due within one year	10.1	232	0	0	**232**	1,141
Net Current Assets/(Liabilities)		394	150	0	**544**	731
Total Assets less Current Liabilities		1,667	460	137	**2,264**	2,326
Creditors: Amounts falling due after more than one year	10.2	0	0	0	**0**	0
Provisions for liabilities and charges		0	0	0	**0**	0
Total Net Assets		**1,667**	**460**	**137**	**2,264**	2,326
Funds of the Charity						
Capital Funds:						
Endowment Funds	11.1	-	-	137	**137**	137
Income Funds:						
Restricted	11.3	-	460	-	**460**	439
Unrestricted	11.5	1,667	-	-	**1,667**	1,750
Total Funds		**1,667**	**460**	**137**	**2,264**	2,326

The notes at pages 3 to 16 form part of this account.

Signed ……...(Director of Finance)

Date: …….…..2006

Notes to the Account

Accounting Policies **1**

1.1 Accounting Convention

The financial statements have been prepared under the historic cost convention, as modified for the revaluation of certain investments, and in accordance with applicable United Kingdom accounting standards and policies for the NHS approved by the Secretary of State and the Statement of Recommended Practice "Accounting and Reporting by Charities" issued by the Charities Commissioners in 2000.

1.2 Incoming Resources

a) All incoming resources are included in full in the Statement of Financial Activities as soon as the following three factors can be met:

i) entitlement - arises when a particular resource is receivable or the charity's right becomes legally enforceable;

ii) certainty - when there is reasonable certainty that the incoming resource will be received;

iii) measurement - when the monetary value of the incoming resources can be measured with sufficient reliability.

b) Gifts in kind

i) Assets given for distribution by the funds are included in the Statement of Financial Activities only when distributed.

ii) Assets given for use by the funds (e.g. property for its own occupation) are included in the Statement of Financial Activities as incoming resources when receivable.

iii) Gifts made in kind but on trust for conversion into cash and subsequent application by the funds are included in the accounting period in which the gift is sold.

In all cases the amount at which gifts in kind are brought into account is either a reasonable estimate of their value to the funds or the amount actually realised. The basis of the valuation is disclosed in the annual report.

c) Intangible income

Intangible income (eg the provision of free accommodation) is included in the accounts with an equivalent amount in outgoing resources, if there is a financial cost borne by another party. The value placed on such income is the financial cost of the third party providing the resources.

Incoming Resources (continued)

d) Legacies

Legacies are accounted for as incoming resources once the receipt of the legacy becomes reasonably certain. This will be once confirmation has been received from the representatives of the estates that payment of the legacy will be made or property transferred and once all conditions attached to the legacy have been fulfilled.

1.3 Resources expended

The funds held on trust accounts are prepared in accordance with the accruals concept. All expenditure is recognised once there is a legal or constructive obligation to make a payment to a third party.

a) Cost of generating funds
The cost of generating funds are the costs associated with generating income for the funds held on trust. This will include costs associated with the staff lottery.

b) Grants payable
Grants payable are payments, made to third parties (including NHS bodies) in the furtherance of the funds held on trust's charitable objectives to relieve those who are sick. They are accounted for on an accruals basis where the conditions for their payment have been met or where a third party has a reasonable expectation that they will receive the grant. This includes grants paid to NHS bodies.

c) Management and administrative costs
These are accounted for on an accruals basis and include recharges of appropriate proportions of the salary costs from City Hospitals Sunderland NHS Foundation Trust and external audit fees, as well as investment broker fees which are paid direct by the Charity.

1.4 Structure of funds

Where there is a legal restriction on the purpose to which a fund may be put, the fund is classified in the accounts as a restricted fund. Funds where the capital is held to generate income for charitable purposes and cannot itself be spent are accounted for as endowment funds. Other funds are classified as unrestricted funds. Funds which are not legally restricted but which the Trustees have chosen to earmark for set purposes are designated funds. The major funds held within these categories are disclosed on notes 11.4 and 11.5

Incoming Resources (continued)

1.5 Fixed Assets

see also note 7 - the Charity does not hold any Fixed Assets.

Any purchases of goods which satisfy the Fixed Asset criteria are gifted to the NHS Foundation Trust under "Contribution to NHS" - see note 3.1. These are then accounted for within the Trust Donated Fixed Assets.

1.6 Investment Fixed Assets

Investment fixed assets are shown at market value.

i Property assets are not depreciated but are shown at market valuation. Valuations are normally carried out by a professional valuer at five yearly intervals. The last such valuation was at 1 April 1996. Between valuations trustees' make a best estimate of market value. Valuation gains and losses are recorded in the Statement of Financial Activities with the balance sheet reflecting the revalued amounts. Property assets which in total are valued at less than £500 do not appear on the balance sheet.

ii Quoted stocks and shares are included in the balance sheet at mid-market price, ex-div.

iii Other investment fixed assets are included at trustees' best estimate of market value.

1.7 Realised gains and losses

All gains and losses are taken to the Statement of Financial Activities as they arise. Realised gains and losses on investments are calculated as the difference between sales proceeds and opening market value (or date of purchase if later). Unrealised gains and losses are calculated as the difference between market value at the year end and opening market value(or date of purchase if later).

1.8 Intangible Fixed Assets

Intangible fixed assets are included at the trustees' best estimate of value.

1.9 Pensions Contributions

There are no staff directly contracted to the Charity.

1.10 Change in the Basis of Accounting

There has been no change in the basis of accounting during the year.

1.11 Prior Year Adjustments

There has been no change to the accounts of prior years.

1.12 Pooling Scheme

No pooling schemes are in operation.

1.13 Related Party Transactions

During the year none of the Trustees or members of the key management staff or parties related to them has undertaken any material transactions with the City Hospitals Sunderland NHS Foundation Charitable Trust.

The Charitable Trust has made revenue and capital payments to the City Hospitals Sunderland NHS Foundation Trust where the Trustees are members of City Hospitals Sunderland Trust Board. The audited accounts of the Charitable Trust are prepared independently of the published annual report and accounts of City Hospitals Sunderland NHS Foundation Trust.

The Charity accounts and annual report can be viewed at:

www.sunderland.nhs.uk/chs

Material grants received by category **2.1**

Description of the sources of any material grants by category

None

Details of Resources Expended - Grants **3** **3.1**

Grants Payable:	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	**Total 2005 Funds £000**	Total 2004 Funds £000
Patients welfare and amenities	51	9	0	**60**	214
Staff welfare and amenities	163	1	0	**164**	188
Research	165	0	0	**165**	176
Contributions to NHS	1,094	0	0	**1,094**	784
Miscellaneous	0	0	0	**0**	0
	1,473	**10**	**0**	**1,483**	1,362

Grants made to institutions **3.2**

During the year the Charity made no grants to institutions but provided funding to City Hospitals Sunderland NHS Foundation Trust for the benefit of Patients, Staff and for Research which could not be funded out of NHS operating expenses.

Grants paid to individuals **3.3**

During the year no grants were made to individuals

Details of Resources Expended - Other **4** **4.1**

Other:	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	**Total #REF! Funds £000**	Total #REF! Funds £000
Patients welfare and amenities	0	0	0	**0**	0
Staff welfare and amenities	107	0	0	**107**	101
Research	0	0	0	**0**	0
Contributions to NHS	0	0	0	**0**	0
Miscellaneous	0	0	0	**0**	0
	107	**0**	**0**	**107**	101

Analysis of Management and Administration Costs **4.2**

	Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	**Total #REF! Funds £000**	Total #REF! Funds £000
Salaries	23	4	0	**27**	17
Establishment costs	0	0	0	**0**	0
Travel costs	0	0	0	**0**	0
Telephone/fax	0	0	0	**0**	0
Annual General Meeting	0	0	0	**0**	0
Audit fee	3	1	0	**4**	4
Investment managers fee	2	0	0	**2**	1
Statutory Compliance	0	0	0	**0**	0
Miscellaneous	0	0	0	**0**	2
	28	**5**	**0**	**33**	24

Costs of Generating Funds **4.3**

	Total costs #REF! £000	**Total funds raised #REF! £000**
Fund raising costs - lottery	2	16
	2	**16**

Note - other funds generated include royalties which have nil costs attached.

Analysis of Total Resources Expended **5.1**

	Costs of Generating Funds	Costs of Activities for Charitable Objectives	Support Costs	Management and Administration	**Total 2005**	Total 2004
	£000	£000	£000	£000	**£000**	£000
Staff	0	0	0	0	**0**	0
Depreciation	0	0	0	0	**0**	0
Impairments	0	0	0	0	**0**	0
Auditors remuneration:						
Audit fee	0	0	0	4	**4**	4
Other fees	0	0	0	0	**0**	0
Indemnity insurance	0	0	0	0	**0**	0
Bought-in services from NHS	0	6	0	27	**33**	28
Other	2	1,584	0	2	**1,588**	1,456
	2	**1,590**	**0**	**33**	**1,625**	1,488

			Unrestricted Funds £000	Restricted Funds £000	Endowment Funds £000	**Total #REF! Funds £000**	Total #REF! Funds £000
Changes in Resources Available for Charity Use	**6**	Net movement in funds for the year	(83)	21	0	**(62)**	329
		Net movement in tangible fixed assets:	0	0	0	**0**	0
		Net movement in funds available for future activities	**(83)**	**21**	**0**	**(62)**	329

Fixed Assets	**7**	The Charity has no fixed assets

Analysis of Fixed Asset Investments

8

8.1 Fixed Asset Investments:

	#REF!	#REF!
	£000	£000
Market value at 31 March 04	**1,595**	1,391
Less: Disposals at carrying value	**(30)**	(97)
Add: Acquisitions at cost	**29**	125
Net gain on revaluation	**126**	176
Market value at 31 March 05	**1,720**	1,595
Historic cost at 31 March	**1,687**	1,699

8.2 Market value at 31 March :

	Held in UK £000	Held outside UK £000	**#REF! Total £000**	#REF! Total £000
Investments listed on Stock Exchange	1,391	0	**1,391**	1,280
Investments in a Common Deposit Fund or Common Investment Fund	329	0	**329**	315
	1,720	0	**1,720**	1,595

Analysis of gross income from investments

8.3 Total gross income

	Held in UK £000	Held outside UK £000	**#REF! Total £000**	#REF! Total £000
Investments listed on Stock Exchange	30	0	**30**	33
Investments in a Common Deposit Fund	14	0	**14**	11
Investments in a Common Investment Fund	0	0	**0**	0
Other investments	53	0	**53**	65
	97	0	**97**	109

#REF!

Analysis of Debtors	**9**		**#REF!**	#REF!
	9.1	Amounts falling due within one year:	**£000**	£000
		Amounts due from subsidiary and associated undertakings	**0**	0
		Trade debtors	**37**	10
		Prepayments	**0**	0
		Accrued income	**156**	337
		Other debtors	**0**	0
		Total debtors falling due within one year	**193**	347
	9.2	Amounts falling due over one year:		
		Amounts due from subsidiary and associated undertakings	**0**	0
		Trade debtors	**0**	0
		Prepayments	**0**	0
		Accrued income	**0**	0
		Other debtors	**0**	0
		Total debtors falling due after more than one year	**0**	0
		Total debtors	**193**	347

Analysis of Creditors	**10**		**#REF!**	#REF!
	10.1	Amounts falling due within one year:	**£000**	£000
		Loans and overdrafts	**0**	0
		Trade creditors	**0**	0
		Amounts due to subsidiary and associated undertakings	**186**	1,124
		Other creditors	**46**	8
		Accruals	**0**	9
		Deferred income	**0**	0
		Total creditors falling due within one year	**232**	1,141
	10.2	Amounts falling due after more than one year:		
		There were no amounts falling due after more than one year		

Analysis of Funds **11**

11.1 Endowment Funds

	Balance 31 March 2004 £000	Incoming Resources £000	Resources Expended £000	Transfers £000	Gains and Losses £000	**Balance 31 March 2005 £000**
Anderson Legacy	135	8	0	(8)	0	**135**
Fox William Legacy	2	0	0	0	0	**2**
Total	137	8	0	(8)	0	**137**

Details of material funds - **11.2**

Name of Fund	Description of the nature and purpose of each fund
Anderson Legacy	Capital in Perpetuity at Sunderland Eye Infirmary

11.3 Restricted Funds

	Balance 31 March 2004 £000	Incoming Resources £000	Resources Expended £000	Transfers £000	Gains and Losses £000	**Balance 31 March 2005 £000**
Material funds						
Eye Infirmary Bequests	85	3	(2)	8	0	**94**
Leukaemia Research Legacy	301	19	(3)	0	4	**321**
Cleft Lip and Palate	16	0	(9)	0	0	**7**
Norman Smith Legacy	36	1	(1)	0	0	**36**
Fox Williams Legacy	1	1	0	0	0	**2**
Total	439	24	(15)	8	4	**460**

Details of material funds - restricted funds **11.4**

Name of fund	Description of the nature and purpose of each fund
Eye Infirmary Bequests	For patients treated at Sunderland Eye Infirmary
Leukaemia Research Legacy	Leukaemia Research
Cleft Lip and Palate	For cleft lip and palate patients in the Northern Region
Norman Smith Legacy	For Physiotherapy and treatment
Fox Williams Legacy	Flowers for Chapel

Details of material funds - designated funds **11.5**

Name of fund	Description of the nature and purpose of each fund
Renal Dialysis	Equipment, education and patient care in Unit
Chest Clinic Research	Research Project
Neo Natal Unit	Equipment and patient care in Unit
General Purposes	Hospital wide patient care
Medical Equipment	Hospital wide equipment
Blood Disorders	Equipment, education and patient care in Unit

Details of transfers between funds **11.6**

Transfer		Reason	Amount
from fund	to fund		£000
Anderson Legacy	Eye Infirmary Bequests	Income from Endowment	8

Contingencies	**12**	There were no contingent losses or gains.
Commitments, Liabilities and Provisions	**13.1**	There were no commitments, liabilities or provisions
	13.2	The Trustees recognise liabilities in the accounts once they have incurred either a legal or constructive obligation to expend funds.

Trustee and Connected Persons Transactions **14**

14.1 Trustee expenses reimbursed

City Hospitals Sunderland NHS Trust and Foundation Trust, as corporate Trustee of the Charity, was reimbursed £31,000 (2003/04 £23,000) incurred in administrating the funds

14.2 Trustee remuneration

No payments were made to individuals.

14.3 Details of transactions with trustees or connected persons

The Charity provided the following capital donations to the NHS Trust and Foundation Trust:

	2004/05	2003/04
	£	£
Equipment	978,604	333,690
Buildings	0	450,000
IT Equipment	107,678	0
Fixtures & Fittings	7,798	0
	1,094,080	783,690

The Charity also reimbursed the NHS Trust and Foundation Trust for Liabilities incurred and analysed in note 3.1 "Grants to NHS".
The amount reimbursed in 2004/05 was £1,643,256 (2003/04 £214,718).

14.4 Trustee Indemnity Insurance

There is no Trustee indemnity insurance.

Loans or Guarantees Secured against assets **15** There were no loans or guarantees secured against the assets of the Charity

Connected Organisations **16**

Name, nature of connection, description of activities undertaken and details of any qualifications expressed by their auditors	#REF!		#REF!	
	Turnover of Connected Organisation £	Net Profit/ Loss for the Connected Organisation £	Turnover of Connected Organisation £	Net Profit/ Loss for the Connected Organisation £
For the period April04 - June 04 the Charity was administered by City Hospitals NHS Trust	54,214,000	132,000	188,078,000	51,000
As from July 04, the Charity is now administered by City Hospitals Sunderland NHS Foundation Trust.	157,792,000	(2,822,000)	0	0
The Trust Board Directors are also Trustees of the Charity				
Totals	**212,006,000**	**(2,690,000)**	**188,078,000**	**51,000**